

Message Text

LIMITED OFFICIAL USE

PAGE 01 VIENNA 02774 071232Z

ACTION IO-13

INFO OCT-01 EUR-12 ISO-00 AID-05 EB-08 OMB-01 ABF-01

TRSE-00 AF-08 ARA-06 EA-07 NEA-10 OIC-02 PA-01

PRS-01 USIA-06 CIAE-00 INR-07 NSAE-00 SP-02

NSC-05 SS-15 STR-04 CEA-01 L-03 /119 W

-----072115Z 100505 /44

R 071052Z APR 77

FM AMEMBASSY VIENNA

TO SECSTATE WASHDC 1347

INFO USMISSION USUN

LIMITED OFFICIAL USE VIENNA 2774

E.O. 11652: N/A

TAGS: UNIDO, OCON, PFOR

SUBJECT: IGC-V - DEFINITION OF BUDGET ARTICLE 10 BIS AND ANNEX
III

REF: (A) VIENNA 2494; (B) VIENNA 2332

1. THIS MESSAGE REPORTS STATE OF PLAY ON ARTICLE 10 BIS
AND ANNEX III - DEFINITION OF THE BUDGET - AT THE END OF
IGC-V.

2. ARTICLE 10 BIS IS AGREED AS FOLLOWS: QTE COMPOSITION
OF BUDGETS. 1. THE ACTIVITIES OF THE ORGANIZATION SHALL
BE CARRIED OUT IN ACCORDANCE WITH THE APPROVED PROGRAMME
AND BUDGETS.

2. THE EXPENDITURES OF THE ORGANIZATION SHAL BE DIVIDED
INTO THE FOLLOWING CATEGORIES: (A) EXPENDITURE TO BE MET
FROM ASSESSED CONTRIBUTIONS (HEREINAFTER CALLED THE REGULAR
BUDGET); AND (B) EXPENDITURE TO BE MET FROM VOLUNTARY CON-
TRIBUTIONS TO THE ORGANIZATION, AND SUCH OTHER INCOME AS
MAY BE PROVIDED FOR IN THE FINANCIAL REGULATIONS (HEREINAFTER
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 VIENNA 02774 071232Z

CALLED THE OPERATIONAL BUDGET).

3. THE REGULAR BUDGET SHALL PROVIDE FOR EXPENDITURES
FOR ADMINISTRATION, RESEARCH, OTHER GENERAL EXPENSES OF
THE /ORGANIZATION/ /SECRETARIAT/ AND FOR OTHER ACTIVITIES
AS PROVIDED FOR IN ANNEX III.

4. THE OPERATIONAL BUDGET SHALL PROVIDE FOR EXPENDITURE FOR TECHNICAL ASSISTANCE AND OTHER RELATED ACTIVITIES. UNQTE (NOTE: THE WORD "ORGANIZATION" IN BRACKETS IS SUPPORTED BY GROUP B AND G-77; THE ALTERNATIVE /SECRETARIAT" IS SUPPORTED BY GROUP D.

3. ANNEX III EMERGED FROM THE DRAFTING GROUP ON BUDGET AND RELATED QUESTIONS AND THE PRESIDENT'S NEGOTIATING GROUP AS FOLLOWS WITH THE NOTATIONS FOLLOWING THE BRACKETS INDICATING GROUP SUPPORT OF THE RELEVANT TEXT: QTE THE REGULAR BUDGET.

A. ADMINISTRATION, RESEARCH AND OTHER GENERAL EXPENSES OF THE /ORGANIZATION/ (B.77) /SECRETARIAT/ (D) SHALL /SUBJECT TO SPECIAL CONSIDERATION BY TH PROGRAMME AND BUDGET COMMITTEE AND/OR THE BOARD./ (D) BE DEEMED TO INCLUDE:

1. INTER-REGIONAL AND REGIONAL ADVISERS;

2. SHORT-TERM ADVISORY SERVICES PROVIDED BY THE STAFF OF THE ORGANIZATION;

/3. MEETINGS, INCLUDING TECHNICAL MEETINGS, PROVIDED FOR IN THE /APPROPRIATE/ (B) PROGRAMME OF WORK OF THE ORGANIZATION./ (B.77)

4. PROGRAMME SUPPORT COSTS ARISING FROM TECHNICAL ASSISTANCE PROJECTS TO THE EXTENT THAT THESE COSTS ARE NOT REIMBURSED TO THE ORGANIZATION BY THE SOURCE OF FINANCING OF SUCH PROJECTS.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 VIENNA 02774 071232Z

/B. IN ORDER TO IMPROVE THE EFFECTIVENESS OF THE ORGANIZATION'S PROGRAMME OF WORK IN THE FIELD OF INDUSTRIAL DEVELOPMENT, THE REGULAR BUDGET SHALL ALSO FINANCE OTHER ACTIVITIES /HERETOFORE FINANCED OUT OF SECTION 15 OF THE UNITED NATIONS REGULAR BUDGET/ (B.77) UP TO AN AMOUNT OF /5/ (B,) PERCENT OF THE TOTAL OF THE REGULAR BUDGET. THESE ACTIVITIES SHALL STRENGTHEN AND COMPLEMENT THE ORGANIZATION'S CONTRIBUTION TO THE COUNTRY AND INTERCOUNTRY PROGRAMMING OF THE UNITED NATIONS DEVELOPMENT SYSTEM./ (B.77) END QTE.

4. DESPITE SECRETARIAT CALCULATIONS REPORTED REF B PARA 3 SHOWING THAT "RESIDUAL/ OF SECTION 15 PROBLEM AMOUNTED TO 4.9 PERCENT OF UNIDO REGULAR BUDGET FOR 1976/1977 (WHICH GROUP B WAS PREPARED TO MOVE TO 5 PERCENT FOR ANNEX III PURPOSES), THE G-77 BY THE END OF IGC-V HAD STILL NOT GIVEN ITS AGREEMENT TO THIS FIGURE. FROM PRIVATE INDICATIONS IT APPEARED THAT G-77 WAS TORN BETWEEN THOSE PREPARED TO ACCEPT AN ARRANGEMENT RESTRICTED TO RESOLVING THE RESIDUAL SECTION 15 PROBLEM AND THOSE WHO WISHED TO OBTAIN SOMETHING MORE FOR

TECHNICAL ASSISTANCE THROUGH UNIDO'S REGULAR BUDGET. PRIVATELY, SOME OF THE G-77 MODERATES SAID THAT THE 5 PERCENT FIGURE COULD ONLY BE ACCEPTED IN A FORUM WHERE THE G-77 WERE "FULLY REPRESENTED" SO THAT THE RESPONSIBILITY FOR THIS DECISION COULD BE BROADLY SHARED. SINCE ONLY SOME 45 G-77 COUNTRIES PARTICIPATED IN IGC-V, THIS COMMENT IMPLIED THAT NO DECISION COULD BE MADE UNTIL THE NEGOTIATIONS HAD SHIFTED TO NEW YORK WHERE "FULL/ G-77 REPRESENTATION WOULD BE ASSURED. GROUP B, LARGELY AT US DEL'S INSISTENCE, CONTINUED TO HOLD FIRM TO THE 5 PERCENT FIGURE AS REFLECTING A FAIR SETTLEMENT OF THE RESIDUAL PROBLEM.

5. GROUP D CONTINUED TO TAKE POSITION THAT FORMULA CONTAINED IN ANNEX III SECTION B GAVE THEM GREAT DIFFICULTY WHICH, HOWEVER, COULD BE REDUCED IF PAYMENTS UNDER THIS ASSESSMENT COULD BE MADE IN NON-CONVERTIBLE CURRENCIES. AS AN ALTERNATIVE, GROUP D PROPOSED THE INCLUSION OF THE FOLLOWING OPERA-LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 04 VIENNA 02774 071232Z

TIVE PARAGRAPH INTO THE DRAFT RESOLUTION ON TRANSITIONAL ARRANGEMENTS FOR ADOPTION BY THE GA: QTE. /Y BIS. CALLSON STATES TO INCREASE THEIR VOLUNTARY CONTRIBUTIONS TO UNIDO IN ORDER TO INCREASE THE EFFECTIVENESS OF ITS OPERATIONAL ACTIVITIES, AND STRONGLY RECOMMENDS THAT THESE CONTRIBUTIONS SHOULD BE SUPPLEMENTED, SPECIFICALLY, BY THE FUNDS THAT BECOME AVAILABLE TO THESE STATES AS A RESULT OF THE DISCONTINUATION OF THEIR CONTRIBUTIONS TO THAT PART OF THE UNITED NATIONS REGULAR PROGRAMME OF TECHNICAL ASSISTANCE THAT CONCERNS UNIDO./ END QTE. THIS TEXT APPEARS AS OPERATIVE PARA 6 BIS IN DOCUMENT A/AC.180/L.7/ADD 2.STIBRAVY

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: AGREEMENT DRAFT, BUDGETS, NEGOTIATIONS, CONSTITUTIONAL AMENDMENTS, INTERNATIONAL ORGANIZATIONS, MEETING REPORTS
Control Number: n/a
Copy: SINGLE
Sent Date: 07-Apr-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977VIENNA02774
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770122-0131
Format: TEL
From: VIENNA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770475/aaaacnts.tel
Line Count: 150
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: c60d49a8-c288-dd11-92da-001cc4696bcc
Office: ACTION IO
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 3
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 VIENNA 2494, 77 VIENNA 2332
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 19-Nov-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 2861507
Secure: OPEN
Status: NATIVE
Subject: IGC-V - DEFINITION OF BUDGET ARTICLE 10 BIS AND ANNEX III
TAGS: OCON, PFOR, UNIDO
To: STATE
Type: TE
vdkgvkey: odb://SAS/SAS.dbo.SAS_Docs/c60d49a8-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009